

**UNIT 3 – MACROECONOMICS
VOCABULARY**

Aggregate Demand (AD)	Inflation
Aggregate Supply (AS)	Labor Force
Budget Deficit	Macroeconomics
Budget Surplus	Monetary Policy
Business Cycle	National Debt
Consumer Price Index (CPI)	Peak
Contraction	Price Indexes
Contractionary Policy	Recession
Depression	Recovery
Economic Growth	Stagflation
Expansion	Stimulate
Expansionary Policy	Taxes
Federal Reserve System	Transfer Payments
Fiscal Policy	Trough
Gross Domestic Product (GDP)	Unemployment